Report for Modification Panel June 2007 Distribution Workstream

Meetings Held

24 May 2007, Elexon, 350 Euston Road, London.

Planned

28 June 2007, Elexon, 350 Euston Road, London.

Matters for Panel's Attention

The Panel is invited to approve the recommendation in Review Group Report 0126: "Restriction of Invoice Billing Period".

Modification Proposal Activity

New Modification Proposal(s):

- 0152 "Limitation on Retrospective Invoicing and Invoice Correction"
- 0154 "Enduring Provisions for LDZ System Entry Point"
- "User Suppressed Reconciliation Values' revised incentive arrangements"

Withdrawn Modification Proposal(s):

"To Extend the scope of the RbD Auditor's role". Withdrawn 13/06/07.

Draft Modification Report(s):

- "Quantification of Value At Risk (VAR) to determine a User's minimum Code Credit Limit Requirement". *Consultation Ends 29/06/07.*
- 0144A "Quantification of Value At Risk (VAR) to determine a User's minimum Code Credit Limit Requirement". *Consultation Ends* 29/06/07.
- "Management of Users Approaching and Exceeding Code Credit Limit". *Consultation Ends* 29/06/07.
- "Acceptable Security Tools available to Users for Transportation Credit Arrangements". Consultation Ends 29/06/07.
- "Administration of Unsecured Credit Afforded on the basis of Payment History and Independent Assessment". *Consultation Ends* 29/06/07.
- 0148 "Aggregation of Credit Positions or Use of Group Ratings". Consultation Ends 29/06/07.

Final Modification Report(s):

- "Extension of DM service to enable Consumer Demand Side Management". Ofgem's Potential Impact Consultation ended 08/06/07. Panel Recommendation 21/06/07
- 0115 "Correct Apportionment of NDM Error". Panel Recommendation 21/06/07
- 0115A "Correct Apportionment of NDM Error". Panel Recommendation 21/06/07
- "Reconciliation following AQ Amendment where an SSP becomes an LSP prior to calculation of Provisional Annual Quantity". *Panel Recommendation* 21/06/07
- "Revision to the 'User Suppressed Reconciliation Values' Financial Incentives arrangements". Workstream Report. *Panel Recommendation* 21/06/07

0141A "Revision to the 'User Suppressed Reconciliation Values' Financial Incentives arrangements". Workstream Report. *Panel Recommendation* 21/06/07

Implemented Modification Proposal(s):

"Clarification of Supply Point Confirmation Notice Requirements for Certain Special Metering Supply Points". Implemented 16/05/07. Date signed 15/05/07.

Rejected Modification Proposal(s):

None

Review Proposal Activity

0126 "Restriction of Invoice Billing Period". Review Group Report to Panel 21/06/07.

0131 "LDZ RbD Reconciliation Notification Process". Review Group Report due 16/08/07.

Topics Activity

Topic(s) raised:

None

Topic(s) reviewed:

023Dis Small Value Invoices

Consideration of the management of Small Value Invoices. To be discussed further.

022Dis LDZ Boundary and MPRN mismatch

Consideration of LDZ Boundary and MPRN mismatches. To be discussed further.

021Dis Individual Meter Point Reconciliation

Consideration of Individual Meter Point Reconciliation. Cost/Benefit Analysis to be undertaken to understand impact of reducing threshold of 73,200 Kwh. To be discussed further.

018Dis Charging for reconciliation quantities

Consideration to change the definition of the Aggregate Reconciliation Period, to reflect the period to which the charge relates. Modification Proposal to be developed and submitted to change the definition of Aggregate Reconciliation Periods to reflect the period to which the charge relates. To be discussed at the June Distribution Workstream Meeting.

014Dis CSEP NExA Agreements

IGT/DNO/Shipper Interaction with NExA Agreements. Currently there is no commercial incentive for the IGTs to provide required information, impacting revenue, billing, security of supply and RbD. Ofgem to remind iGTs that they are able to appoint a representative to the UNC Modification Panel.

Topic(s) placed on hold:

019Dis USRV Incentives

Consideration of User Suppressed Reconciliation Value (USRV) incentives. USRV Incentives reviewed. 0141/0141A Consultation Ended 08.06.07. Placed On Hold 24.05.07

Topic(s) closed:

O13Dis Network Ownership beyond ECV at Prime and Sub-deduct Meter Configuration Consideration of the maintenance of Network pipes and Network Ownership beyond the

Emergency Control Valve (ECV). Workstream agreed closure 26.04.07. 24.05.07 Ofgem provided some feedback on National Grid's presentation and agreed that topic remained closed.

Distribution Workstream – Topic Status Report May 2007							
Topic No	Date Created	Topic Originator	Topic Title	Associated Modification Proposal(s)	Priority for Discussion (H/M/L)	Status	Next Step(s)
013Dis	22/09/2005	Total	Network Ownership beyond ECV at Prime and Sub- deduct Meter Configuration.		M	Maintenance of Network pipes and views of Network Ownership beyond the Emergency Control Valve (ECV)	CLOSED: Workstream agreed closure 26.04.07 24.05.07 Ofgem provided some feedback on National Grid's presentation and agreed that topic remained closed.
014Dis	24/11/2005	Gas Forum	CSEP NExA Agreements		Н	IGT/DNO/Shipper Interaction with NExA Agreements. Currently there is no commercial incentive for the IGT to provide required information, implicating revenue, billing, security of supply, RbD etc	Ofgem to remind iGTs that they are able to appoint a representative to the UNC Modification Panel.
018Dis	23/11/06	RWE npower	Charging for reconciliation quantities		L	Consideration of changing the definition of the Aggregate Reconciliation Period to reflect the period to which the charge relates	Modification Proposal to be developed and submitted to change the definition of Aggregate Reconciliation Periods to reflect the period to which the charge relates. To be discussed at the June Distribution Workstream Meeting.

Distribution Workstream – Topic Status Report May 2007							
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021Dis	25/01/07	SSE	Individual Meter Point Reconciliation		M	Consideration of Individual Meter Point Reconciliation	Cost/Benefit Analysis to be undertaken to understand impact of reducing threshold of 73,200 Kwh. MJ to bring to next meeting. To be discussed at the June Distribution Workstream Meeting.
022Dis	25/01/07	WWU	LDZ Boundary and MPRN mismatch		M	Consideration of LDZ Boundary and MPRN mismatches.	xoserve provided an update on outstanding cross-LDZ reconfirmations for February 2007 (excluding within LDZ errors). In total there are 90,209 re-confirmations required. To be discussed at the July Distribution Workstream Meeting.
023Dis	22/02/07	WWU	Small Value Invoices		M	Consideration of the management of Small Value Invoices.	Further conversations to be undertaken with xoserve to establish an efficient mechanism for managing small value credits and debits. Will be discussed at the June Distribution Workstream Meeting

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On Hold							
011Dis	22/09/2005	RWE Npower	Must Reads		L	Consideration of the Meter Read visit being used as a Meter Inspection in reference to Licence Condition 17 obligations.	On Hold 23.02.06 To be discussed in the future.
							To remain On Hold 24.05.07
016Dis	25/05/2006	E.On / Total	Termination of Dormant Shipper Licences		L	It would be beneficial to be able to voluntarily terminate dormant Shipper Licences	Ofgem's Licence team met on 22 November 2006. Topic placed on hold 23.11.06 until the outcome from this meeting is available and further progress can be made with this issue.
							To remain On Hold 24.05.07
019Dis	25/01/07	National Grid	USRV Incentives	0637 UNC 0141	М	Consideration of User Suppressed Reconciliation Value (USRV) incentives	0141 Workstream Report produced for May 2007 UNC Panel Meeting. Placed On Hold 24.05.07